

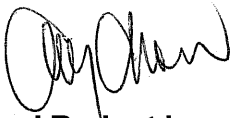


# CITY OF SUNNYVALE

## OFFICE OF THE CITY MANAGER

January 27, 2006

**TO:** Honorable Mayor and Members of the City Council

**FROM:** Amy Chan, City Manager 

**SUBJECT:** Consideration of Proposed Budget Issues for the FY 2006/2007 Recommended Budget

Attached to this memo are the seven Budget Issues proposed for consideration as part of the FY 2006/2007 Recommended Budget. Three of the issues were proposed at the public hearing held on January 24, 2006. The other four issues were proposed prior to the public hearing.

Staff requests that Council take one of three actions on each of the proposed issues on January 30, 2006:

- 1) Forward the Budget Issue to the City Manager for consideration in the FY 2006/2007 Recommended Budget
- 2) Drop the Budget Issue
- 3) Defer the Budget Issue to next year's process

The following table shows the Budget Issue title and the estimated fiscal impact. All of the Budget Issues would impact the General Fund.

Budget Issue	Estimated One Time Cost	Estimated Ongoing Cost	Estimated 20-Year Impact of Ongoing Costs
1. Liquidambar Street Tree Removal	\$96,375 - \$257,000	\$4,500 - \$12,000	\$124,900 - \$333,000
2. Support of Hospitality Industry	\$65,000		
3. Neighborhood Grant Program		\$13,896	\$386,000
4. Records Management	\$350,000		
5. Case Management for Seniors		\$120,000	\$3.3M
6. Street Sweeping Service Levels		\$78,000 - \$161,000	\$2.2M - \$4.5M
7. San Antonio Park Restroom	\$278,000	\$23,555	\$654,000

If the Budget Issue is forwarded to the City Manager, a more detailed analysis will be conducted. Based on the detailed analysis and financial condition of the City, the City Manager will make a recommendation on each Budget Issue. The detailed analysis and City Manager recommendation for all forwarded Budget Issues will be presented to Council as part of the FY 2006/2007 Recommended Budget.